



GARY R. HERBERT  
Governor

GREGORY S. BELL  
Lieutenant Governor

# State of Utah

## DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER  
Executive Director

### Division of Oil, Gas and Mining

JOHN R. BAZA  
Division Director

June 10, 2013

Russ Henry and Althea Crapo  
The Bug House  
350 East 300 South  
P.O. Box 1113  
Delta, Utah 84624

Subject: Review of Reclamation Surety, The Bug House, Treasure Chest Mine, S/023/0028, Juab County, Utah

Dear Ms. Crapo and Mr. Henry:

The Division of Oil, Gas and Mining has received confirmation that additional money has been deposited to the certificate of deposit being held as surety for the referenced mine, and the total amount, including interest, is now \$12,370.58. The Division had requested that the surety amount be increased to either \$12,700 for a three-year escalation or \$13,000 for a five-year escalation but will consider the existing amount to be adequate until the surety is scheduled for re-evaluation in 2016.

Enclosed with this letter please find an addendum to the reclamation contract acknowledging the increased amount in the certificate of deposit. Please sign this document and return it.

Please contact Penny Berry at 801-538-5291, Wayne Western at 801-538-5263, or me at 801-538-5261 if you have questions or concerns about this letter.

Sincerely,

Paul B. Baker  
Mining Program Manager

PBB:whw:pb

cc: Jerry Mansfield, BLM, [jmansfie@blm.gov](mailto:jmansfie@blm.gov)

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STATE OF UTAH  
DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MININGMODIFICATION OF ATTACHMENT A  
TO THE  
RECLAMATION CONTRACTName of Operator: The Bug HousePermit Number: M/023/0028Mine Name: Treasure ChestPhone Number: 435-864-2402

**Per the executed reclamation contract, the surety agreement for reclamation obligation is included as Attachment A to the reclamation contract as follows:**

*Check the boxes that apply to this form:*

Surety: ☐ Decrease  
☒ Increase  
☐ Replacement

Reason: ☐ Amendment to NOI  
☐ Cancellation/ Termination of surety  
☒ Escalation  
☐ Partial Release of surety  
☐ Other

Explain: Surety was reviewed and determined that surety would need to be increased. Operator made two deposits on CD. The first payment \$3,000 and the second \$2,900.

Surety Dollar Amount Associated With This Action: \$5,900.00Surety Aggregate Amount: \$12,370.58***Included in this modification (surety must be attached)***

Instrument(s):

☐ Corporate Surety  
☐ LOC Letter of Credit  
☒ CD Certificate of deposit  
☐ Cash

☐ Rider  
☐ Amendment  
☐ Addendum  
☐ Other

Explain: CD The total amount  
\$12,370.58 includes interest.

**Other surety not affected by this modification will remain part of Attachment A and labeled as such.  
This Modification will be effective as of the last date signed below**

Authorized Officer Signature

Printed

Title

Date

Division Director John R. Baza  
Utah Division of Oil, Gas and Mining

Date